

District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy Minerals and Natural Resources

Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

RECEIVED

JUL 12 2010

NMOC DISTRICT OFFICE

Form C-101
June 16, 2008

Submit to Appropriate District Office

☐ AMENDED REPORT

APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE

¹ Operator Name and Address Premier Oil & Gas Inc. PO BOX 1246 ARTESIA, NM 88211-1246		² OGRID Number 17985
		³ API Number 30 - 15- 21813
⁴ Property Code 306203	⁵ Property Name STATE CU	⁶ Well No. 001
⁹ Proposed Pool 1 BURTON FLAT, MORROW		¹⁰ Proposed Pool 2

⁷ Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
B	36	20S	27E		660	N	1980	E	EDDY

⁸ Proposed Bottom Hole Location If Different From Surface

UL or lot no	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County

Additional Well Information

¹¹ Work Type Code A	¹² Well Type Code G	¹³ Cable/Rotary N/A	¹⁴ Lease Type Code S	¹⁵ Ground Level Elevation 3290
¹⁶ Multiple N	¹⁷ Proposed Depth N/A	¹⁸ Formation MORROW	¹⁹ Contractor N/A	²⁰ Spud Date N/A

²¹ Proposed Casing and Cement Program

Hole Size	Casing Size	Casing weight/foot	Setting Depth	Sacks of Cement	Estimated TOC
17 1/2	13 3/8	48	595	500	CIRCULATED
12 1/4	8 5/8	24 & 32	3010	1300	CIRCULATED
7 7/8	5 1/2	17 & 20	11385	720	TOC @ ~8000'

²² Describe the proposed program. If this application is to DEEPEN or PLUG BACK, give the data on the present productive zone and proposed new productive zone. Describe the blowout prevention program, if any. Use additional sheets if necessary.

Propose to add perforations and test Morrow formation: 10,850 - 10,990'

If formation is not productive we will perforate and test the Atoka: 10,600 - 10,645'.

Strawn perfs @ 10,069 - 10,077 will be open behind packer and tubing and comingled at a future date.

²³ I hereby certify that the information given above is true and complete to the best of my knowledge and belief.

Signature:



Printed name: Daniel Jones

Title: Head Engineer

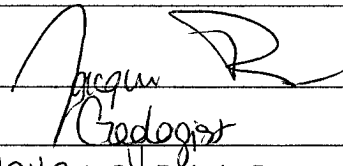
E-mail Address: dan.jones@premieroilgas.com

Date: 7/8/2010

Phone: 972-470-0228

OIL CONSERVATION DIVISION

Approved by:



Title:

Approval Date:

7/11/2010

Expiration Date:

Conditions of Approval Attached ☐

District I

1625 N. French Dr., Hobbs, NM 88240
Phone:(505) 393-6161 Fax (505) 393-0720

District II

1301 W Grand Ave , Artesia, NM 88210
Phone.(505) 748-1283 Fax.(505) 748-9720

District III

1000 Rio Brazos Rd , Aztec, NM 87410
Phone (505) 334-6178 Fax.(505) 334-6170

District IV

1220 S. St Francis Dr , Santa Fe, NM 87505
Phone (505) 476-3470 Fax:(505) 476-3462

State of New Mexico
Energy, Minerals and Natural Resources

Oil Conservation Division

1220 S. St Francis Dr.

Santa Fe, NM 87505

Form C-102
Permit 117030

WELL LOCATION AND ACREAGE DEDICATION PLAT

1. API Number	2 Pool Code 73280	3 Pool Name BURTON FLAT;MORROW (PRO GAS)
4. Property Code 306203	5. Property Name STATE CU	6 Well No. 001
7. OGRID No. 17985	8 Operator Name PREMIER OIL & GAS INC	9 Elevation 3290

10. Surface Location

UL - Lot B	Section 36	Township 20S	Range 27E	Lot Idn	Feet From 660	N/S Line N	Feet From 1980	E/W Line E	County EDDY
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11. Bottom Hole Location If Different From Surface

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
12 Dedicated Acres 320.00	13. Joint or Infill			14 Consolidation Code			15. Order No.		

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

	<p align="center">OPERATOR CERTIFICATION</p> <p><i>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location(s) or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.</i></p> <p>E-Signed By: <i>[Signature]</i> Title: <i>Head Engineer</i> Date: <i>7/8/2010</i></p>
	<p align="center">SURVEYOR CERTIFICATION</p> <p><i>I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.</i></p> <p>Surveyed By: E Y Wilder Date of Survey: 6/1/1977 Certificate Number: N/A</p>